

JAN 22 2015

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# A BILL FOR AN ACT

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RELATING TO BUDGETING.

**BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF HAWAII:**

1       SECTION 1.   The purpose of this Act is to address state  
2 budgeting.

3       More specifically, this Act requires the inclusion of  
4 efficiency measures in various documents required to be prepared  
5 under the executive budget act, chapter 37, part IV, Hawaii  
6 Revised Statutes.

7       The legislature intends that the provisions of this Act  
8 also apply to the judiciary budget by operation of section 601-  
9 2, Hawaii Revised Statutes.

10       SECTION 2.   Section 37-62, Hawaii Revised Statutes, is  
11 amended by adding a new definition of "efficiency measure" to be  
12 appropriately inserted and to read as follows:

13       "Efficiency measure" means the cost within the lowest  
14 level of a program to produce a single unit of an activity or  
15 effectiveness measure of that level of the program. For the  
16 purposes of this definition, "cost" means the sum of research  
17 and development cost and operating cost."



SECTION 3. Section 37-64, Hawaii Revised Statutes, is amended to read as follows:

**"§37-64 Governing principles.** The system shall be governed by the following general principles:

(1) Planning, programming, budgeting, evaluation, appraisal and reporting shall be by programs or groups of programs.

(2) The state program structure shall be such as will enable meaningful decisions to be made by the governor and the legislature at all levels of the structure. At its lowest level, it shall display those programs which are the simplest units of activities, about which resource allocation decisions are to be made by the governor and the legislature.

(3) A program which serves two or more objectives shall be placed in the program structure along with that objective which it primarily serves; where desirable, it shall also be placed with other objectives, but as a nonadd item.

(4) The full cost, including research and development, capital and operating costs, shall be identified for



1 all programs regardless of the means of financing;  
2 costs shall be displayed in the year of their  
3 anticipated expenditure, regardless of whether such  
4 costs have been authorized to be expended by prior  
5 appropriations acts or are authorized to be expended  
6 by existing law or require new appropriations or  
7 authorizations.

8 (5) Objectives shall be stated for every level of the  
9 state program structure.

10 (6) The effectiveness of programs in attaining objectives  
11 shall be assessed.

12 (7) Planning shall have a long-range view.

13 (8) Systematic analysis in terms of problems, objectives,  
14 alternatives, costs, effectiveness, efficiency,  
15 benefits, risks and uncertainties shall constitute the  
16 core of program planning."

17 SECTION 4. Section 37-67, Hawaii Revised Statutes, is  
18 amended to read as follows:

19 "[+]§37-67[+] **Responsibilities of the department of budget**  
20 **and finance.** The director of finance shall assist the governor  
21 in the preparation, explanation and administration of the state



1 long-range plans, the proposed six-year program and financial  
2 plan and the state budget. To this end, subject to this part,  
3 the director shall:

4 (1) With the approval of the governor, develop procedures  
5 and prescribe rules and regulations to guide such  
6 state agencies as may be assigned by the director the  
7 task of formulating and preparing the initial  
8 proposals with respect to long-range plans, program  
9 and financial plans, program budget requests and  
10 program performance reports and to assure the  
11 availability of information needed for effective  
12 policy decision-making.

13 (2) Assist such state agencies in the formulation of  
14 program objectives, effectiveness measures, efficiency  
15 measures, and program size indicators, preparation of  
16 program plans and program budget requests, and  
17 reporting of program performance.

18 (3) Approve the effectiveness measures, efficiency  
19 measures, and program size indicators of state  
20 agencies, including the department of education and  
21 the University of Hawaii; provided that the data



1        collection for the effectiveness measures, efficiency  
2        measures, and program size indicators shall be the  
3        responsibility of the applicable state agencies unless  
4        the director of finance otherwise assigns the  
5        responsibility.

6        ~~[(3)]~~ (4) Coordinate, analyze and revise as necessary the  
7        program objectives, long-range plans, program and  
8        financial plans, program budget requests and program  
9        performance reports initially proposed or prepared by  
10       such state agencies and develop the state  
11       comprehensive program and financial plan, budget and  
12       program performance report.

13       ~~[(4)]~~ (5) Administer its responsibilities under the program  
14       execution provisions of this part so that the policy  
15       decisions and budget determinations of the governor  
16       and the legislature are implemented to the fullest  
17       extent possible within the concepts of proper  
18       management.

19       ~~[(5)]~~ (6) Investigate continuously the administration of  
20       the various agencies for the purpose of advising the  
21       governor and recommending to the governor, the



1 legislature and the committees of the legislature  
2 concerning the duties of the various positions in  
3 these agencies, the methods of the agency, the  
4 standards of efficiency therein, and changes which in  
5 the director's judgment will produce greater  
6 effectiveness of programs and economy in the conduct  
7 of government programs and assist in the preparation  
8 of program and financial plans, budget requests and  
9 program performance reports.

10 ~~[(6)]~~ (7) Provide the legislature and any member or  
11 committee of either house of the legislature with such  
12 documents and information as may be requested  
13 concerning the programs, budget, and fiscal and  
14 management operations of the State."

15 SECTION 5. Section 37-69, Hawaii Revised Statutes, is  
16 amended by amending subsections (c) and (d) to read as follows:

17 "(c) The financial plan for the ensuing six fiscal years  
18 shall more specifically include:

19 (1) Economic data for the State and the counties of the  
20 following kinds:



- 1 (A) Population: Including historical, current, and  
2 projected population count; population  
3 distribution by age and sex; estimated increases  
4 and decreases, including increases and decreases  
5 by immigration;
- 6 (B) Employment: Including magnitude of labor force  
7 by age and sex; labor force participation rates;  
8 employment by age and sex; industry and  
9 occupational surpluses and shortages; effects of  
10 government programs on employment rate;
- 11 (C) Income: Including per capita and per family  
12 income; disposable income; income distribution;
- 13 (D) Wages and prices: Including wages by industry and  
14 occupational groups; prices for government  
15 procurement items; construction costs; cost of  
16 living index; price indices for components of  
17 personal consumption;
- 18 (E) Industry and business trends; and
- 19 (F) Effects of national economic and financial  
20 policies and conditions;



(2) Brief statements disclosing the basis upon which the revenue estimates in the plan were made, including for each specific tax and nontax revenue source:

(A) The previous projections for the last completed fiscal year and the fiscal year in progress;

(B) The variance between the projections and the actual or revised estimate, and the reasons for the variances;

(C) Tax or source base and rates;

(D) Yield projections of existing revenue sources and existing taxes at authorized rates;

(E) Assumptions made and methodology used in projections;

(F) Changes recommended; and

(G) Projected yields if changes are adopted; etc.;

(3) At the lowest level on the state program structure, for each program:

(A) The total actual program cost for the last completed fiscal year, the estimated cost for the fiscal year in progress, and the estimated cost for each of the next six fiscal years; research





1 and development, operating, and capital costs  
2 shall be included and the means of financing  
3 shall be identified. The number of personnel  
4 positions and all lease payments shall be shown  
5 for the program, identified by their means of  
6 financing;

7 (B) The program size indicators; the actual size  
8 attained in the last completed fiscal year, the  
9 estimated size for the fiscal year in progress,  
10 and the estimated size for each of the next six  
11 fiscal years; ~~[and]~~

12 (C) The effectiveness measures; the actual level of  
13 effectiveness attained in the last completed  
14 fiscal year, the estimated level of effectiveness  
15 for the fiscal year in progress, and the  
16 estimated level for each of the next six fiscal  
17 years; and

18 (D) The efficiency measures; the actual level of  
19 efficiency attained in the last completed fiscal  
20 year, the estimated level of efficiency for the



1                   fiscal year in progress, and the estimated level

2                   for each of the next six fiscal years;

3                   The percentage change from fiscal year to fiscal year

4                   of the data provided under subparagraphs (A), (B),

5                   (C), and (D) also shall be shown;

6           (4)   Appropriate displays of paragraph (3) (A) ~~[and]~~, (C),  
7                   and (D) at every level of the state program structure  
8                   above the lowest level, by the major groupings of  
9                   programs encompassed within the level. The displays  
10                  of ~~[+]~~paragraph~~[+]~~ (3) (A) shall appropriately identify  
11                  the means of financing and the number of positions  
12                  included in the level;

13           (5)   Financial summaries displaying the State's financial  
14                  condition, actual for the last completed fiscal year,  
15                  and estimated for the fiscal year in progress and each  
16                  of the next six fiscal years, including:

17                  (A)   A display of the programmed, total state  
18                          expenditures, by cost categories, the total state  
19                          resources anticipated from existing tax and  
20                          nontax sources at existing rates, by resource  
21                          categories, including the fund balance or deficit



1 at the beginning of the fiscal year and bond  
2 receipts, and the resulting fund balance or  
3 deficit at the close of each fiscal year. Lease  
4 payments in each cost category shall be stated  
5 separately; and

6 (B) The changes proposed to the existing tax and  
7 nontax rates, sources or structure, and the  
8 estimated increases or reductions in revenues,  
9 the estimated cumulative increases or reductions,  
10 and the estimated fund balance or deficit in each  
11 of the next six fiscal years as a result of such  
12 proposed changes. Proposals for changes in the  
13 existing tax and nontax rates, sources or  
14 structure shall be made in every case where the  
15 proposed, total state expenditures exceed the  
16 total resources anticipated from existing tax and  
17 nontax sources at existing rates.

18 [~~Such~~] The financial summaries shall be prepared for  
19 the total state expenditures and resources and for the  
20 general fund and special fund portions thereof;



1           (6) A summary of the balance of each special fund, actual  
2           for the last completed fiscal year and estimated for  
3           the fiscal year in progress and estimated for each of  
4           the next six fiscal years;

5           (7) A summary of the State's total bond fund required to  
6           carry out the recommended programs and the kinds of  
7           bonds and amounts thereof through which the  
8           requirements were met in the last completed fiscal  
9           year, are to be met in the fiscal year in progress,  
10          and are proposed to be met in each of the next six  
11          fiscal years. The summary shall detail, for each  
12          fiscal year:

13          (A) Of the total bond fund requirements, the amount,  
14          by cost categories, requiring new bond issuance  
15          authorization and the kinds and amounts of bonds  
16          planned for issuance under such new  
17          authorizations;

18          (B) By bond categories, the total, cumulative balance  
19          of bonds authorized in prior years but unissued  
20          and the amount thereof proposed to be issued; and



(C) A recapitulation of the total bonds to be issued, including both new authorizations and prior authorizations, by bond categories;

(8) Separately for general fund tax revenues, special fund tax revenues, general fund nontax revenues, and special fund nontax revenues:

(A) By kinds of taxes or sources, the amount of revenue from existing, authorized taxes or sources at existing rates received in the last completed fiscal year and estimated to be received in the fiscal year in progress and in each of the next six fiscal years;

(B) A summary of the proposed changes in the existing taxes or sources or rates, and the estimated increases or reductions in revenues in each of the next six fiscal years resulting from such changes; and

(C) The total estimated revenues with and without the proposed changes in each of the next six fiscal years; and



(9) A summary of the State's total payments due under financing agreements required to carry out the recommended programs and the kinds of financing agreements and amounts thereof through which the requirements were met in the last completed fiscal year, are to be met in the fiscal year in progress, and are proposed to be met in each of the next six fiscal years. The summary shall detail, for each fiscal year:

(A) Of the total financing agreement requirements, the amount, by cost categories, requiring new financing agreement authorizations and the kinds and amounts of financing agreements planned for execution and delivery under such new authorizations;

(B) By cost category, the cumulative balance of financing agreements authorized in prior years but not executed and delivered and the amount proposed to be executed and delivered; and

(C) A recapitulation of the total financing agreements to be executed and delivered,



1 including both new authorizations and prior  
2 authorizations, by cost categories.

3 (d) The program plans for the ensuing six fiscal years  
4 shall more specifically include:

5 (1) At the lowest level on the state program structure,  
6 for each program:

7 (A) A statement of its objectives;

8 (B) Measures by which the effectiveness in attaining  
9 the objectives is to be assessed;

10 (C) The level of effectiveness planned for each of  
11 the ensuing six fiscal years;

12 (D) A brief description of the activities  
13 encompassed;

14 (E) The program size indicators;

15 (F) The program size planned for each of the next six  
16 fiscal years;

17 (G) The efficiency measures;

18 (H) The level of efficiency planned for each of the  
19 next six fiscal years;



1           ~~[(G)]~~ (I) A narrative explanation of the plans for the  
2                   program. It shall contain, and in general be  
3                   limited to, the following:

4                   (i) A description of the kinds of activities  
5                   carried out or unusual technologies  
6                   employed;

7                   (ii) A statement of key policies pursued;

8                   (iii) Identification of important program or  
9                   organizational relationships involved;

10                  (iv) A description of major external trends  
11                   affecting the program;

12                  (v) A discussion of significant discrepancies  
13                   between previously planned cost,  
14                   effectiveness, ~~[and]~~ program size, and  
15                   efficiency levels and those actually  
16                   achieved;

17                  (vi) Comments on, and an interpretation of, cost,  
18                   effectiveness, ~~[and]~~ program size, and  
19                   efficiency data over the upcoming budget  
20                   period, with special attention devoted to  
21                   changes from the current budget period;





(vii) Comments on, and an interpretation of, cost, effectiveness, ~~[and]~~ program size, and efficiency data over the four years of the planning period and how they relate to the corresponding data for the budget period; and

(viii) A summary of the special analytic study, program evaluation, or other analytic report supporting a substantial change in the program where such a major program change recommendation has been made;

~~[(H)]~~ (J) The full cost implications of the recommended programs, by cost categories and cost elements, actually experienced in the last completed fiscal year, estimated for the fiscal year in progress, and estimated for each of the next six fiscal years. The means of financing shall be identified for each cost category. The personal services cost element and the lease payments cost element shall be shown separately; the cost elements of other current expenses,



1 equipment, and motor vehicles may be combined.

2 The number of positions included in the program  
3 shall be appropriately identified by means of  
4 financing;

5 ~~[(I)]~~ (K) A recapitulation of subparagraph ~~[(H)]~~ (J)  
6 for the last completed fiscal year, the fiscal  
7 year in progress and each of the next six fiscal  
8 years, by means of financing grouped under each  
9 cost category. The number of positions included  
10 in any program shall be appropriately identified;

11 ~~[(J)]~~ (L) An identification of the revenues generated  
12 in the last completed fiscal year and estimated  
13 to be generated in the fiscal year in progress  
14 and in each of the next six fiscal years, and the  
15 fund into which such revenues are deposited;

16 ~~[(K)]~~ (M) Details of implementation of each capital  
17 improvement project included in the total program  
18 cost, including:

19 (i) A description of the project, location, and  
20 scope;



(ii) The initially estimated, currently estimated, and final cost of the project, by investment cost elements and by means of financing;

(iii) The amounts previously appropriated by the legislature for the project, by cost elements and by means of financing specified in the acts appropriating the sums, and an identification of the acts so appropriating;

(iv) The costs incurred in the last completed fiscal year and the estimated costs to be incurred in the fiscal year in progress and in each of the next six fiscal years, by cost elements and by means of financing; and

(v) A commencement and completion schedule, by month and year, of the various phases of the capital improvement project (i.e., land acquisition, design, construction, and occupancy) as originally intended, as currently estimated, and as actually experienced; and



1           ~~[(L)]~~ (N) A crosswalk of the program expenditures, by  
2           cost categories and cost elements between the  
3           program and expending agencies for the next two  
4           fiscal years. The means of financing and the  
5           number of positions included in the program costs  
6           to be expended by each agency shall be specified;  
7           and

8           (2) Appropriate displays at every level of the state  
9           program structure above the lowest level. The  
10          displays shall include:

11          (A) A listing of all major groupings of programs  
12          included within the level, together with the  
13          objectives, measures of effectiveness~~[7]~~ and  
14          efficiency, and planned levels of effectiveness  
15          and efficiency for each of the ensuing six fiscal  
16          years for each such major groupings of programs;  
17          and

18          (B) A summary of the total cost of each cost category  
19          by the major groupings of programs encompassed  
20          within the level, actual for the last completed  
21          fiscal year and estimated for the fiscal year in



1 progress and for each of the next six fiscal  
2 years."

3 SECTION 6. Section 37-70, Hawaii Revised Statutes, is  
4 amended by amending subsection (a) to read as follows:

5 "(a) Not later than the third Wednesday of January of each  
6 odd-numbered year, the governor shall submit to the legislature  
7 and to each member thereof, a program memorandum covering each  
8 of the major programs in the statewide program structure. Each  
9 program memorandum will include:

10 (1) An overview of the program as a whole including a  
11 discussion of:

12 (A) Objectives.

13 (B) Component programs.

14 (C) Departments involved.

15 (D) Relationships to other agencies and  
16 jurisdictions.

17 (E) Major activities.

18 (F) Important external developments affecting the  
19 program.



(G) Significant discrepancies between previously planned cost ~~[and]~~, effectiveness, efficiency, and activity levels and those actually achieved.

(H) Trends and comparisons in costs, effectiveness, ~~[or]~~, efficiency, and activity data over the budget and planning period.

(2) A statement of the major program changes being recommended for the budget and planning period to include for each proposed change:

(A) A brief statement of the recommended change.

(B) The cost and program performance consequences of the change over the budget and planning period.

(C) A summary of the analytic rationale for the change.

(3) A discussion of emerging conditions, trends and issues including:

(A) Actual or potential impact on the State and its programs.

(B) Possible alternatives for dealing with the specific problems occasioned by the emerging conditions, trends, and issues.



1 (C) Suggestions for a program of analyses to resolve  
2 the most urgent of the problems.

3 (4) Appendices as needed to include appropriate issue  
4 papers, special analytic studies, other reports, and  
5 crucial source data."

6 SECTION 7. Section 37-75, Hawaii Revised Statutes, is  
7 amended to read as follows:

8 "§37-75 **Variance report.** Not fewer than thirty days prior  
9 to the convening of each regular session of the legislature, the  
10 governor shall submit to the legislature and to each member  
11 thereof a report on program performance for the last completed  
12 fiscal year and the fiscal year in progress. In format, the  
13 report generally shall follow the fiscal requirements portion of  
14 the executive budget or budgets. The report shall include:

15 (1) At the lowest level of the program structure, for each  
16 program contained in the budget finally approved by  
17 the legislature for the last completed fiscal year and  
18 the fiscal year in progress:

19 (A) A comparison, by the operating and research and  
20 development cost categories, of the budgeted  
21 expenditures and the actual expenditures for the



1 last completed fiscal year and the budgeted  
2 expenditures and the estimated expenditures for  
3 the fiscal year in progress;

4 (B) A comparison, for the operating and research and  
5 development cost categories, of the budgeted  
6 expenditures and positions authorized and the  
7 actual expenditures and positions filled in the  
8 last completed fiscal year and a comparison of  
9 the budgeted expenditures and the number of  
10 positions authorized for the fiscal year in  
11 progress and the actual expenditures and number  
12 of positions filled in the first three months of  
13 the fiscal year in progress and the estimated  
14 expenditures and number of positions expected to  
15 be filled in the remaining months of the fiscal  
16 year in progress;

17 (C) The program size indicators and a comparison of  
18 the program size anticipated and the size  
19 actually realized in the last completed fiscal  
20 year and the program size anticipated and the  
21 size estimated for the fiscal year in progress;





(D) The effectiveness measures and a comparison of the level of effectiveness anticipated and the level actually attained in the last completed fiscal year and the level of effectiveness anticipated and the level estimated for the fiscal year in progress; [and]

(E) The efficiency measures and a comparison of the level of efficiency anticipated and the level actually attained in the last completed fiscal year and the level of efficiency anticipated and the level estimated for the fiscal year in progress; and

~~[-(E)-]~~ (F) A narrative explanation of the significant differences for the last completed fiscal year in each of the comparisons made in subparagraphs (A), (B), (C), [and] (D), and (E), including an explanation of the basis upon which the original estimates were made and the reasons why the estimates proved accurate or inaccurate, and a statement of what the actual experience portends



1           for the future of the program in terms of costs,  
2           size, ~~[and]~~, effectiveness[+], and efficiency;  
3           provided that expenditure amounts in the comparisons  
4           shall be shown to the nearest thousand dollars[+].

5           The percentage change from fiscal year to fiscal year  
6           of the data provided under subparagraphs (A), (C),  
7           (D), and (E) also shall be shown; and

8       (2)   Appropriate summaries at each level of the state  
9           program structure for each major grouping of programs  
10          encompassed therein, showing:

11       (A)   A comparison of the total budgeted expenditure  
12           and the total actual expenditure for the last  
13           completed fiscal year and the total budgeted  
14           expenditure and the total estimated expenditure  
15           for the fiscal year in progress; provided that  
16           the expenditure amounts shall be shown to the  
17           nearest thousand dollars;

18       (B)   The effectiveness measures and a comparison of  
19           the level of effectiveness anticipated and the  
20           level actually attained in the last completed  
21           fiscal year and the level of effectiveness



1 anticipated and the level estimated for the  
2 fiscal year in progress; ~~[and]~~

3 (C) The efficiency measures and a comparison of the  
4 level of efficiency anticipated and the level  
5 actually attained in the last completed fiscal  
6 year and the level of efficiency anticipated and  
7 the level estimated for the fiscal year in  
8 progress; and

9 ~~[(C)]~~ (D) A narrative explanation summarizing the  
10 major reasons for the differences in the  
11 comparisons made for the last completed fiscal  
12 year in subparagraphs (A), (B) ~~[and]~~, and (C);  
13 and

14 (3) A narrative explanation of the significant variations  
15 in capital improvement costs; provided that capital  
16 improvement project variances shall be referenced to  
17 the six-year program and financial plan, which shall  
18 contain the information specified in section 37-  
19 69(d)(1)(K)."

20 SECTION 8. Section 601-2, Hawaii Revised Statutes, is  
21 amended by amending subsection (b) to read as follows:



1       "(b) The chief justice shall possess the following powers,  
2 subject to such rules as may be adopted by the supreme court:

3       (1) To assign circuit judges from one circuit to another;

4       (2) In a circuit court with more than one judge, (A) to  
5 make assignments of calendars among the circuit judges  
6 for such period as the chief justice may determine  
7 and, as deemed advisable from time to time, to change  
8 assignments of calendars or portions thereof (but not  
9 individual cases) from one judge to another, and (B)  
10 to appoint one of the judges, for such period as the  
11 chief justice may determine, as the administrative  
12 judge to manage the business of the court, subject to  
13 the rules of the supreme court and the direction of  
14 the chief justice;

15       (3) To prescribe for all of the courts a uniform system of  
16 keeping and periodically reporting statistics of their  
17 business;

18       (4) To procure from all of the courts estimates for their  
19 appropriations; with the cooperation of the  
20 representatives of the court concerned to review and  
21 revise them as the chief justice deems necessary for



1           equitable provisions for the various courts according  
2           to their needs and to present the estimates, as  
3           reviewed and revised by the chief justice, to the  
4           legislature as collectively constituting a unified  
5           budget for all of the courts;

6           (5) To exercise exclusive authority over the preparation,  
7           explanation, and administration of the judiciary  
8           budget, programs, plans, and expenditures, including  
9           without limitation policies and practices of financial  
10          administration and the establishment of guidelines as  
11          to permissible expenditures, provided that all  
12          expenditures of the judiciary shall be in conformance  
13          with program appropriations and provisions of the  
14          legislature, and all powers of administration over  
15          judiciary personnel that are specified in Title 7; and

16          (6) To do all other acts [~~which~~] that may be necessary or  
17          appropriate for the administration of the judiciary.

18   The budget, supplemental budget, six-year program and financial  
19   plan, and the variance report of the judiciary shall be  
20   submitted by the chief justice to the legislature in accordance  
21   with the schedule of submission specified for the governor in



1 chapter 37 and shall contain the program information prescribed  
2 in that chapter[-], as applicable to the judiciary. By November  
3 1 of each year preceding a legislative session in which a budget  
4 is to be submitted, the chief justice shall provide written  
5 notification to the governor of the proposed total expenditures,  
6 by cost categories and sources of funding, and estimated  
7 revenues of the judiciary for each fiscal year of the next  
8 fiscal biennium[-], or the fiscal year of the remaining fiscal  
9 biennium, as applicable."

10 SECTION 9. (a) Commencing upon the approval of this Act,  
11 the director of finance shall assist state agencies in the  
12 establishment of, and data collection for, the efficiency  
13 measures required by this Act.

14 (b) After review of the efficiency measures proposed by,  
15 and in consultation with, the state agencies, the director of  
16 finance shall approve the efficiency measures to be used by the  
17 state agencies for preparation of the six-year program and  
18 financial plan, budget, supplemental budget, program memoranda,  
19 and variance report to be submitted after July 1, 2016. The  
20 director of finance may approve efficiency measures that differ  
21 from those proposed by the state agencies.



1 (c) Before approving the proposed efficiency measures of a  
2 state agency, the director of finance shall send the measures  
3 for review and comment to the chairperson of the house committee  
4 on finance, the chairperson of the senate committee on ways and  
5 means, and the auditor. The director of finance shall not  
6 approve the efficiency measures until at least twenty days have  
7 elapsed from the date that the proposed efficiency measures were  
8 sent simultaneously to all three officers or, if sent on  
9 different dates, the latest date.

10 SECTION 10. Statutory material to be repealed is bracketed  
11 and stricken. New statutory material is underscored.

12 SECTION 11. This Act shall take effect on July 1, 2016,  
13 and shall apply to the six-year program and financial plans,  
14 budgets, supplemental budgets, program memoranda, and variance  
15 reports submitted to the legislature by the executive branch and  
16 the judiciary for the regular session of 2017; provided that  
17 section 9 shall take effect upon approval.

18  
INTRODUCED BY: \_\_\_\_\_



# S.B. NO. 104

**Report Title:**

Budget Documents; Efficiency Measures

**Description:**

Requires the inclusion of efficiency measures in the budget documents. States intent that the provisions also apply to the judiciary budget by operation of existing law. Takes effect on 07/01/16; except that preparation of efficiency measures shall commence from the date of approval.

*The summary description of legislation appearing on this page is for informational purposes only and is not legislation or evidence of legislative intent.*

